

FAX

TO: Joelle Burns @ (801) 359-3940
FROM: Bill Wilson
CC: Tim Hall, Jay Gatten
DATE: May 5, 2003
RE: Basin Perlite Company - Surety Bond Endorsement – M/001/027

Joelle,

Please find attached a copy of the marked up SURETY BOND ENDORSEMENT. I apologize for this being left out of the package sent to you on Friday. I will mail the original today for your file.

Kind regards,

Basin Perlite Company

From the desk of:

Bill Wilson
Basin Perlite Company
2160 Republic Plaza
370 17th Street
Denver, Colorado 80202
(720) 904-1900
(720) 904-1904 FAX
e-mail – bill@basinperlite.com

0008

MAY 07 2003

LUMBERMENS MUTUAL CASUALTY COMPANY
 AMERICAN MOTORISTS INSURANCE COMPANY
 AMERICAN MANUFACTURERS MUTUAL INSURANCE COMPANY



SURETY BOND ENDORSEMENT

BOND NUMBER: ~~XXXXXXXXXX~~ - M/001/027

To be attached to and form a part of THE MINED LAND RECLAMATION ACT SURETY Bond, issued by the undersigned
 Company as Surety, on behalf of BASIN PERLITE COMPANY
 as Principal, and in favor of STATE OF UTAH, DEPARTMENT OF NATURAL RESOURCES as Obligor.

Effective 2/26/01, the Principal and the Surety hereby agree to amend the attached Bond as follows:FROM: FORTY THOUSAND EIGHT HUNDRED AND 00/100 (\$40,800.00)
10 ACRESTO: ONE HUNDRED THIRTY THREE THOUSAND SIX HUNDRED AND 00/100 (\$133,600.00)
~~25.16 ACRES~~

*Acres deleted at request of March Kemper
 (bond holder)
 W.H.R. W.
 May 2, 2000*

Provided that the liability under this endorsement shall be part of, and not in addition to, the liability under the attached bond, and in no event cumulative.

Nothing herein contained shall vary, alter or extend any of the provisions, conditions or other terms of this bond except as above stated.

Signed, sealed and dated JULY 31, 2001Principal: BASIN PERLITE COMPANYBy: W.H.R. W. President

Title

Surety: AMERICAN MANUFACTURERS MUTUAL INSURANCE COMPANYBy: Kathleen K. Freund

KATHLEEN K. FREUND

Attorney-in-Fact

ACCEPTED:

Obligor: State of Utah DNR, Division of Oil, Gas, & MiningBy: James P. Blufford

Endorsement No.: _____

FK 0613-4 (2-90)

Director, Division of Oil, Gas, & Mining

RECEIVED

MAY 05 2003

DIV OF OIL, GAS & MINING